omally ()

STATEMENT TO KING COUNTY COUNCIL and COUNTY EXECUTIVE, February 20, 2014

RE: PROPOSED VASHON TOWN PLAN CHANGES TO ACCOMMODATE AN INDUSTRIAL-SCALE RECREATIONAL MARIJUANA GROWING/PROCESSING AT K2 SITE AND OTHER COMMERCIAL AND INDUSTRIAL SITES ON VASHON/MAURY ISLANDS.

Submitted by Bernie O'Malley, resident of Vashon Island for 24 years.

Preamble: although I was not a supporter of I-502, I accept the persuasive 78% <u>YES</u> vote from Vashon/Maury voters. However I do not believe the <u>YES</u> vote by Island residents suggests an *a priori* agreement <u>now</u> with the changes to the Vashon Town Plan under consideration for Council/Executive vote.

Today I include 3 supporting documents from other authors:

- a research paper produced by a California scientist Evan Mills concerning the littleresearched costs of industrial-scale indoor marijuana growing and processing. The study provides extensive references as the basis for the conclusions. The author relies on readily available statistics on the very large markets for medical marijuana in California. For example, 400,000 people are legal and regulated to grow medical marijuana.
- Environmental risks and opportunities in cannabis 2013
- A reprint of a Seattle Times article about Vashon/Maury island agricultural growers. This article supports my view that indoor industrial-scale marijuana is antithetical to how we have chosen to manage our community. The current Vashon Town Plan suits those choices. Any "updates" should be at the direction of the Island community

We ask King County administrators, legislators and Executive to read and thoroughly become familiar with the conclusions drawn in these articles, prior to considering allowing the first large scale indoor marijuana operations to be established in King County.

I have 4objections to the word changes to the Town Plan proposed by County Council to effectively allow *industrial-scale* marijuana to be grown/processed on Vashon/Maury Island:

 We no longer drive a '56 Ford V8 to the corner store for a newspaper, we don't buy a GMO perfect apple flown here in a 747 in December.

Times change, we learn new things about our old ways of doing things. Laws changes and we can change. On Vashon/Maury, we already know how to grow outdoors and we'd like to keep

that way (Seattle Times). We'd like the rest of King County to follow that lead and reject industrial-scale indoor grows, or at least don't unilaterally impose that on us.

Two years from now, based on the changes the Washington State LQB will need to make once the facts are in, King County and Vashon/Maury Island can lead the way to reject industrial scale projects and support outdoor/greenhouse small-scale.

For example:

- a) 1 plant indoors in a 4'x4' space uses the equivalent power of running 30 refrigerators in your garage for several months per plant.
- b) 2.2 lbs. of processed marijuana grown indoors is the carbon footprint of 5 trips from LA to NYC driving a Prius. <u>NOT</u> counting the carbon footprint of the energy to produce the fertilizer, pipe the water, build the building, build and deliver the equipment and build the Prius.
- c) Indoor marijuana production was driven by the previously illegal nature of the business: avoiding law enforcement. Legalization eliminates much of the rationale for indoors.
- d) Indoor marijuana was also a method to control quality and production, but indoor and outdoor grown products are now known as equivalent in quality.

If anybody knows about quality, ask our Vashon/Maury Island growers. Indoor marijuana is an outdated energy hog we no longer need or want to be a party to. This isn't NIMBY (not in my back yard). This is ordinary field-smart, common sense.

• Why here, Why now, What will this change bring us in 10-20 years.

The current Vashon Town Plan discusses in detail the Industrial zone at Vashon Center as a necessary part of the modern economy. Vashon/Maury Islands are about 24,000 acres in total area. The Vashon Town Plan limits the amount of Island property allocated to Industrial Zone to about 150 Acres or less, way under 1 % of the total Island acreage. Another 2 % is Neighborhood, Commercial, and Schools zoning. The remaining 97% of the Vashon/Maury Island acreage, including most of the immediate neighborhood around K2, is residential, multifamily, agricultural, or reserves.

If this change in the Vashon Town Plan by the Council/Executive occurs and allows Industrial-scale marijuana as a conditional use, within 10 years we will see many industrial-scale buildings growing/processing marijuana at Vashon Center. I base my projection on statements made by Dan Anglin, the self-described Bakkhus PR man, at his public meeting last week.

Bakkhus is a national company that intends to produce and wholesale to the <u>USA</u> in the next 10 years. He said the cash flowing from just the existing K2 building will easily fund Bakkhus' plan to meet the asserted national need. He estimated 30+ States will very soon see the Colorado cash income from marijuana, will want their own revenue and want to pass their

own I-502 process. Then other companies will be enabled to use the 'easy' Vashon community standards to set up shop here.

In short, this King County Council & Executive decision to execute a word change to Vashon Town Plan is *just the beginning of the process*, not just an isolated action in a rush-to-judgment decision.

• Tell us a good story because nobody actually reads their own Town Plan.

King County officials including Council member Joe McDermott are quoted to say that the failure to include marijuana growing/processing in the Vashon Town Plan was "mere oversight", to be readily fixed in a simple process. When you read the Vashon Town Plan and its legislated 'overlays' (VS-P30), you'll see the suggested uses envisioned in the 1996 Town Plan as legislated examples of approved Industrial Land Use for Manufacturing processes:

Food and Kindred Products; Apparel and other Textile Products; Wood Products, Furniture and Fixtures; Printing and Publishing; Fabricated Metal Products; Industrial and Commercial Machinery; Computer and Office Equipment; Electronic and other Electric Equipment; Measuring and Controlling Instruments; Miscellaneous Light Manufacturing; Movie Production/Distribution.

When I compare those approved uses to an industrial scale of manufacturing <u>intoxicants</u>, the 1996 list seems appropriate in scale to Vashon Center and relatively innocuous to me. Conceivably manufacturing "Gummi Bears" or chocolate brownies is a kindred food product but, with 25 mg of a marijuana derivative inserted, the product is an intoxicant and even a medicine to some buyers. If we are discussing industrial scale production of intoxicants or drugs, we should talk a little longer.

The Island citizens in 1996 made well considered choices as appropriate for the Vashon Town Plan. If the community needs to reconsider some additional Land Uses for Vashon Center, or even rezone the K2 building site from Commercial back to Industrial zone, let's do that work in a *measured and very public manner* that respects the previous work of other citizens.

• Try to imagine 100 acres of buildings for Industrial-scale manufacturing of marijuana products at Vashon Town Center by 2025.

Dan Anglin representing Bakkhus/EdenPure was asked at his public meeting on February 13: what will the K2 property look like when operational. He said the existing K2 building will be unmarked and anonymous, no visible signs of what's inside. Then he was asked how Colorado locates similar buildings where the marijuana manufacturing process is more mature. He said Colorado assigns industrial-scale buildings to a specific tightly-zoned area: each marijuana growing/processing building in Colorado was an anonymous, unmarked 'big box' for growing/processing marijuana, sited next to another 'big box' growing/processing marijuana,

sited next to another 'big box' growing/processing marijuana, sited next to another 'big box' growing/processing marijuana, etc, etc etc.

This honest and clear answer also accurately describes what you might see in the Kent Valley, on East Marginal Way, in Tukwila, around Boeing/Paine Field, SODO in Seattle. Looking 10 years ahead, try to visualize 10-20 'big box' buildings at Vashon Center on adjacent nearby Commercial/Industrial zoned parcels. Take a ride over to East Marginal Way to see our potential.

Local Island architect Keith Putnam designed K2 in each of its expansions and was introduced as the Bacchus architect. Keith has reported a little known 'secret': The 18 acres of K2 is actually 5 legal lots, not just the 11+ building lot and the 6+ vacant lot.

Wow! Just imagine not 1 K2 building but 5 buildings just on the 18 acre K2 site alone as 'big boxes'. Next imagine the other Industrial-zoned lots with 'big boxes' of marijuana growing/processing. That's my concern for the future. This proposal for a simple change of the Vashon Town Plan is a head fake, a diversion from the real story in our future.

What will that "Simple Word Change" to our Town Plan bring to our small residential community? Think it won't happen here? I think no one will resist the cash.

• MY CONCLUSION: Act in Haste, Regret at Leisure.

This decision being rushed at Council and the Executive is <u>just the beginning step</u>. Today I ask Joe McDermott and Dow Constantine to stop and think again about the appropriate place for 100 acres of 'big boxes'. This massive change offered to Council and the Executive is unwise in my opinion, but most importantly, a short-sighted use of our neighborhood whether 10 years from now or 100 years from now. We Should Talk About This.

DO NOT DO THIS TO US, Mr. Constantine and Mr. McDermott.

We will suffer the Price of your Haste.



ENERGY UP IN SMOKE

THE CARBON FOOTPRINT OF INDOOR CANNABIS PRODUCTION

Evan Mills, Ph.D.*

____ April 5, 2011

* The research described in this report was conducted and published independently by the author, a long-time energy analyst and Staff Scientist at the Lawrence Berkeley National Laboratory, University of California. Scott Zeramby provided valuable insights into technology characteristics, equipment configurations, and market factors that influence energy utilization.

The report can be downloaded from: http://evan-mills.com/energy-associates/Indoor.html

On occasion, previously unrecognized spheres of energy use come to light. Important examples include the pervasive air leakage from ductwork in homes, the bourgeoning energy intensity of computer datacenters, and the electricity "leaking" from millions of small power supplies and other equipment. Intensive periods of investigation, technology R&D, and policy development gradually ensue in the wake of these discoveries.

The emergent industry of indoor Cannabis production appears to have joined the list. This report presents a model of the modern-day production process—based on public sources and equipment vendor data—and provides national scoping estimates of the energy use, costs, and greenhouse-gas emissions associated with this activity in the United States.¹

Large-scale industrialized and highly energy-intensive indoor cultivation of Cannabis is a relatively new phenomenon, driven by criminalization, pursuit of security, and the desire for greater process control and yields.^{2,3} The practice occurs in every state,⁴ and the 415,000 indoor plants eradicated in 2009⁵ represent only the tip of the iceberg.

Aside from sporadic news reports,^{6,7} policymakers and consumers possess little information on the energy implications of this practice.⁸ Substantially higher electricity demand growth is observed in areas reputed to have extensive indoor Cannabis cultivation. For example, following the legalization of cultivation for medical purposes in California in 1996, Humboldt County experienced a 50% rise in per-capita residential electricity use compared to other areas.⁹ Cultivation is today legal in 17 states, albeit not federally sanctioned. In California, 400,000 individuals are authorized to grow Cannabis for personal medical use, or sale to 2,100 dispensaries.¹⁰ Official estimates of total U.S. production varied from 10,000 to 24,000 metric tons per year in 2001,⁴ making it the nation's largest crop by value.¹¹ As of 2006, one third of national indoor production was estimated to occur in California.¹² Based on a rising number of consumers (6.6% of U.S. population above the age of 12),¹³ national production in 2011 is estimated for the purposes of this study at 17,000 metric tons, one-third occurring indoors.¹⁴

Driving the large energy requirements of indoor production facilities are lighting levels matching those found in hospital operating rooms (500-times greater than recommended

for reading) and 30 hourly air changes (6-times the rate in high-tech laboratories, and 60-times the rate in a modern home). Resulting electricity intensities are 200 watts per square foot, which is on a par with modern datacenters. Indoor carbon dioxide (CO₂) levels are often raised to four-times natural levels in order to boost plant growth.

Specific energy uses include high-intensity lighting, dehumidification to remove water vapor, space heating during non-illuminated periods and drying, irrigation water preheating, generation of CO₂ by burning fossil fuel, and ventilation and air-conditioning to remove waste heat. Substantial energy inefficiencies arise from air cleaning, noise and odor suppression, and inefficient electric generators used to avoid conspicuous utility bills.

Based on these operational factors, the energy requirements to operate a standard production module—a 4x4x8 foot chamber—are approximately 13,000 kWh/year of electricity and 1.5 x 10⁶ BTU/year of fossil fuel. A single grow house can contain 10 or more such modules. Power use scales to about 20 TWh/year nationally (including off-grid production and power theft), equivalent to that of 2 million average U.S. homes. This corresponds to 1% of national electricity consumption or 2% of that in households—or the output of 7 large electric power plants. This energy, plus transportation fuel, is valued at \$5 billion annually, with associated emissions of 17 million metric tons of CO₂—equivalent to that of 3 million average American cars. (See Figure 1 and Tables 1-5.)

Fuel is used for several purposes, in addition to electricity. Carbon dioxide, generated industrially or by burning propane or natural gas, contributes about 2% to the carbon footprint. Vehicle use for production and distribution contributes about 15% of total emissions, and represents a yearly expenditure of \$1 billion. Off-grid diesel- and gasoline-fueled electric generators have emissions burdens that are three- and four-times those of average grid electricity in California. It requires 70 gallons of diesel fuel to produce one indoor Cannabis plant, or 140 gallons with smaller, less-efficient gasoline generators.

In California, the top-producing state, indoor cultivation is responsible for about 3% of all electricity use or 8% of household use, somewhat higher than estimates previously made for British Columbia. This corresponds to the electricity use of 1 million average California homes, greenhouse-gas emissions equal to those from 1 million average cars, and energy expenditures of \$3 billion per year. Due to higher electricity prices and cleaner fuels used to make electricity, California incurs 70% of national energy costs but contributes only 20% of national CO₂ emissions from indoor Cannabis cultivation.

From the perspective of individual consumers, a single Cannabis cigarette represents 2 pounds of CO₂ emissions, an amount equal to running a 100-watt light bulb for 17 hours assuming average U.S. electricity emissions (or 30 hours on California's cleaner grid). The emissions associated with one kilogram of processed Cannabis are equivalent to those of driving across country 5 times in a 44-mpg car. One single production module doubles the electricity use of an average U.S. home and triples that of an average California home. The added electricity use is equivalent to running about 30 refrigerators. Producing one kilogram of processed Cannabis results in 3,000 kilograms of CO₂ emissions.

The energy embodied in the production of inputs such as fertilizer, water, equipment, and building materials is not estimated here and should be considered in future assessments.

Minimal information and consideration of energy use, coupled with adaptations for security and privacy, lead to particularly inefficient configurations and correspondingly elevated energy use and greenhouse-gas emissions. If improved practices applicable to commercial agricultural greenhouses are any indication, such large amounts of energy are not required for indoor Cannabis production. ¹⁸ Cost-effective efficiency improvements of 75% are conceivable, which would yield energy savings of about \$25,000/year for a generic 10-module operation. Shifting cultivation outdoors virtually eliminates energy use (aside from transport), although, when mismanaged, the practice imposes other environmental impacts. ¹⁹ Elevated moisture levels associated with indoor cultivation can cause extensive damage to buildings. ²⁰ Electrical fires are an issue as well. ²¹ For legally sanctioned operations, the application of energy performance standards, efficiency incentives and education, coupled with the enforcement of appropriate construction codes could lay a foundation for public-private partnerships to reduce undesirable impacts. ²² Were compliant operations to receive some form of independent certification and product labeling, environmental impacts could be made visible to otherwise unaware consumers.

* * *

Current indoor Cannabis production and distribution practices result in prodigious energy use, costs, and greenhouse-gas pollution. The hidden growth of electricity demand in this sector confounds energy forecasts and obscures savings from energy efficiency programs and policies. More in-depth analysis and greater transparency in the energy impacts of this practice could improve decision-making by policymakers and consumers alike.

Figure 1. Carbon Footprint of Indoor Cannabis Production



Table 1. Configuration, Environmental Co	Conditions, and Setpoints	ints
Droding as remoters		
1 (16	square feet (excl.
Minimum of modulos is a community and minimum of modulos.	10	walking area)
Area of room	240	square feet
Cycle duration	78	
Production continuous throughout the year	4.7	cycles
2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2	aseda Jea I	Flowering phase
THUMBURGH	Motor Lead	High-pressure sodium
Lamp type Watts/lamp	900	1000
Ballast losses (mix of magnetic & digital)	13%	13%
Lamps per growing module		T
Hours/day	18	12
Days/cycle	18	09
Daylighting	none	none
Ventilation		
Ducted luminaires with "sealed" lighting	150	CFM/1000W of light
Poom ventilation (supply and exhaust fans)	30	
Filtration	Charcoal filters on exha	on exhaust; HEPA on supply
Oscilating fans: per module, while lights on		
Water		
Application	40	gallons/room-day
Heating	Electric submersible neaters	Sible fleaters
Space conditioning		
Indoor setpoint - day	82	L
Indoor setpoint - night	68-70	
AC efficiency		SEER
Dehumidification	7x24	hours
CO2 production - target concentration (mostly	1500	mdd
Electric space heating	when lights off to maintain indoor setpoint	ntain indoor setpoint
Target indoor humidity conditions	40-50%	
Fraction of lighting system heat production	30%	
Ballast location	Outside conditioned space	ioned space
Drving		
Space conditioning, oscillating fans, maintaining	7	days
50% RH, 70-80F		
Electricity supply		
grid	85%	
grid-independent generation (mix of diesel,	15%	
property and garante)		
Vehicle use		
workers during production	6807	Venicie miles/cycle
Wholesale distribution	3520	3520 vm/cycle
ו פרשוו מוצרוו חמרווסו (ד חסמווכפ)		

	ם מכנסים	
Service Levels		
Illuminance*	25-100,000	lux
Airchange rates*	30	changes per hour
Operations		
Cycle duration**	. 78	days
Cycles/year**	4.7	continuous production
Production module area*	16	square feet (excl. walking area)
Production module volume**	192	cubic feet
Airflow**	96	cubic feet per minute
Modules per room*	10	
Lighting		
Leafing phase		And the second s
Lighting on-time*	1.8	18 hrs/day
Duration*	18	days/cycle
Flowering phase		
Lighting on-time*	12	hrs/day
Duration*	09	days/cycle
Drying		
Hours/day*	24	hrs
Duration*	7	days/cycle
Equipment		×
Average air-conditioning age	5	years
Air conditioner efficiency (SEER)	10	10 Minimum standard as of 1/2006
Fraction of lighting system heat production	30%	547
Discal generator afficiency*	270%	지지 NW
**************************************		No.
riopaire generator eniciency	23.70	
Gasoline generator efficiency*	15%	5.5kW
Fraction of total prod'n with generators*	15%	the large / de large / de la large / de large / de la large / de la large / de large / de la large / de large / de la large / de la
Transportation: Production phase (10 modules)	75	
וומוואסטו ישומים: דו טמטכנוסון אוומאק (דס וויסממובא)	0.4	
Daily service (1 vehicle)	78	trips/cycle. Assume 20% live on site
Biweekly service (2 vehicles)	11	trips/cycle
Harvest (2 vehicles)	10	trips/cycle
Total vehicle miles**	2089	2089 vehicle miles/cycle
Transportation: Distribution		
Amount transported wholesale	5	kg per trip
Mileage (roundtrip)	750	750 vm/cycle
Retail (0.25oz x 5 miles roundtrip)	3520	
Total**	4270	vm/cycle
Fuel economy, typical car [a]	22	mpg
Annual emissions, typical car [a]	5195	kg CO2
	0.416	kg CO2/mile
Annual emissions, 44-mpg car**	- 2598	
	0.208	kg CO2/mile
	COLO	

Flipis		
Dronon (h)	91.033	BTU/dallon
Dispersion in the property of	138,690	BTU/gallon
Gasoline [b]	124,238	BTU/gallon
1		
Grid	85%	share
Diesel generators	8%	share
Propane generators	2%	share
Gasoline generators	2%	share
Emissions Factors		The same of the sa
Grid electricity - US [c]	609.0	
Grid electricity - CA [c]	0.384	kgCO2/kWh
Grid electricity - non-CA US [c]	0.648	kgCO2/kWh
Diesel generator**	0.922	kgCO2/kWh
Propane generator**	0.877	kgCO2/kWh
Gasoline generator**	1.533	
Blended generator mix** Riended on/off-drid deneration - CA**	0.989	KgCO2/kWh
1	0.666	
Propane combustion	63.1	
Prices		
Electricity price - grid (California - PG&E) [d]	\$0,390	per kWh (Tier 5)
CA) [e]	\$0.127	per kWh
Electricity price - off-grid**	\$0.390	per kWh
Electricity price - blended on/off - CA**	\$0.390	per kWh
Electricity price - blended on/off - US**	\$0.166	per kWh
Propane Price [f]	\$2.20	per gallon
Gasoline Price - US average [f]	\$3.68	per gallon
Diesel Price - US average [f]	\$3.98	per gallon
Wholesale price of Cannabis [g]	\$4,000	\$/kg
Production		
Plants per production module*	4	addroppiskistis fabricars affaire spirit a separateles series paragement paragement paragement
Net production per production module [h]	0.7	kg/cycle
US production (2011) [i]	16,974	metric tonnes/y
California production (2011) [i]	5,922	metric tonnes/y
Fraction produced indoors [i]	33%	
US indoor production modules**	1,727,283	
Calif indoor production modules**	602,597	
Cigarettes per kg**	3,000	and the second
Other_		
Average new refrigerator	450	kWh/year
	173	kgCO2/year (US average)
Electricity use of a typical US home - 2009 [j]	11,646	kWh/year
Electricity use of a typical California home - 2009 [k]	6,961	kWh/year
* trade and product literature; interviews with equipment vendors	oment vendors	
** calculated from other values	0	

15% of	make on-site CO2. Assumes	mbustion fuel to	Note: "CO2 production" represents combustion fuel to make on-site CO2. Assumes 15% of
100.0%	3,059	3,855	Total
15.7%	479		Vehicles
1.6%	48	73	Drying
0.6%	19	28	Water handling
1.6%	49	54	CO ₂ production
4.3%	131	197	Space heat
18.0%	551	827	Air conditioning
26.1%	797	1,197	Ventilation & Dehumid.
32.2%	985	1,479	Lighting
rs x	kgCO2 emissions/kg	kWh/kg	
			(Average US conditions)
	bis Production	ndoor Canna	Table 3. Carbon footprint of indoor Cannabis Production

electricity is production" represents combustion rue to make on-site CO2. Assumes 15% of electricity is produced in off-grid generators. As the fuels used for CO2 contain moisture, additional dehumidification is required (and allocated here to the CO2 energy row). Airconditioning associated with CO2 production (as well as for lighting, ventilation, and other incidentals) is counted in the air-conditioning category.

Of the total wholesale price	One Cannabis cigarette is like driving	Transportation (wholesale+retail) consumes	Every 1 kilogram of Cannabis produced using off-grid generators results in the emissions of	Every 1 kilogram of Cannabis produced using a prorated mix of grid and offgrid generators results in the emissions of	Every 1 kilogram of Cannabis produced using national-average grid power results in the emissions of	A typical 4x4x8-foot production module, accomodating four plants at a time, consumes as much electricity as	California electricity use for Cannabis production is equivalent to that of	California Cannabis production and distribution energy cost	U.S. electricity use for Cannabis production is equivalent to that of	U.S. Cannabis production & distribution energy cost	Indoor Cannabis production consumes	Table 4. Equivalencies
24%	CU F	52	4.3	ω .1	2.8	щ	 -4	\$ ω	2	₩	3%	
is for energy (at average U.S. prices)	miles in a 44mpg car	gallons of gasoline per kg	tonnes of CO2	tonnes of CO2	tonnes of CO2	average U.S. homes, or	million average California homes	Billion, and results in the emissions of	million average US homes	Billion, and results in the emissions of	of California's total electricity, and	
	emitting about	07	equivalent to	equivalent to	equivalent to	N		4		17	8%	
	N	\$ ⊢	7.4	<u></u> თ.	4.9	average California homes		million tonnes per year of greenhouse gas emissions (CO2)	40	million tonnes per year of greenhouse gas emissions (CO2)	of California's household electricity	
	pounds of CO2, which is equivalent to operating a 100-watt light bulb for	billion dollars annually, and	cross-country trips in a 44mpg car	cross-country trips in a 44mpg car	cross-country trips in a 44mpg car	O.		equal to the emissions of		equal to the emissions of	1%	
	17	479				28		H		ω	of total US electricity, and	
2	hours	kilograms of CO2 per kilogram of final product				average new refrigerat ors		million average cars		million average cars	2%	
											of US household electricity	

	en language and commence proposed sections of the designed sections of the section of the sectio		and representative production of the contract
Table 5. Indicators (Average US conditions)	per cycle, per production module	per year, per production module	
Energy Use		*	
Connected Load		3,039	watts/module
Power Density	*	190	watts/ft2
Elect	2,698	12,626	kWh/module
Fuel to make CO2	0.3	1.5	MBTU
Transportation fuel	37	172	gallons
On-grid results			
Energy cost	592	2,770	2,770 \$/module
Energy cost		846 \$/kg	\$/kg
Fraction of wholesale price	2 2	21%	
CO2 emissions	1,988	9,302	kg
CO2 emissions		2,840	kg/kg
Off-grid results (diesel)			
Energy cost	1,196	5,595	\$/module
Energy cost		1,708	\$/kg
Fraction of wholesale price		43%	and a second the second considerated the second considerated and a second construction of the second c
CO2 emissions	3,012	14,094	kg
CO2 emissions	And in the contract of the con	4,303	4,303 kgCO2/kg
Blended on/off grid results			
Energy cost	682	3,194	3,194 \$/module
Energy cost			\$/kg
Fraction of wholesale price	a para constitución de la calega de la caleg		
CO2 emissions	2,141	10,021	kg
CO2 emissions		3,059	kgCO2/kg
Of which, indoor CO2 production	9	42	kgCO2
Of which, vehicle use			
Fuel use			AMARIAN PARAMETER AND
During Production	And proceeded for the format of the first of the format of the first of the format of	14	14 gallons/kg
Distribution		39	39 gallons/kg
Cost		*	
During Production		\$50 \$/kg	\$/kg
Distribution		\$143	\$/kg
Emissions			
During Production	and the state of t	124	124 kgCO2/kg
Distribution		355	355 kgCO2/kg

42	16					-					kg CO2	Weighted average on-site / purchased
10	2							-			kgC02	Weighted-average on-site / purchased
ω	1	. 60	18	12	18	gallonsC 02/hr	0.011	1		5%		Externally produced Industrial CO2
93	20										kg/CO2	CO2 production> emissions
1.5	0.3	60	18	12	18	BTU/ho	671	16.7	11,176	45%	propane	Energy use
MBTU or kgCO2/year	MBTU or kgCO2/cycle	Days/cycle (flower phase)	Days/cycle (leaf phase)	Hours/day (flower phase)	Hours/day (leaf phase)	,	Input energy per module	Number of 4x4x8-foot production modules served	Rating (BTU/ hour)	Technology Mix	Units	ON-SITE FUEL
12,626	2,698					×	3,039				elect	Electricity Total
1	00	00	0.1	7.7	10	W	34	16./	1,118	50%	elect	CO2-production heat removal
164	25	60	10		10	T				100%	elect	Loads that can't be remoted
1,034	221						1		1,180	100%	elect	Loads that can be remoted
2,709 1,117	579 239											Air-conditioning Lighting loads
2,210	211,2										elect	Electricity subtotal
9 918	2 110	No.			,							
109	23	7 "		24		o i	139	10	1	75%	elect	Heating
20	4	7		24		П	26	5		100%	elect	Circulating fans
109	23	7 -		24		8	139	10	1,850	75%	elect	Drying Dehumidification
												7-7
2	0	60	18	1	1	€:	5.5	10	55	100%	elect	Pumping - irrigation
80	19	60	18	12	18	П				1000%	oloot	Water
2.2	U	00	TO	24	24			10	50	50%	elect	Monitor/control
1027		000	TO	7.1	24	W	26			50%	elect	Dehumidification (10% adder)
4 7 6	27	60	18	12	18	T				5%	elect	In-line heater
										100%	elect	AC (see below)
24	5	60	18	12	18	×	5	10	100	50%	elect	Parasitic electricity
645	138	60	18	12	6	8	167	10	1,850	90%		Spaceheat Resistance heat [when lights off]
												COLICORATE
9	2	60	18	24	24	-	1		T	50%	elect	Controllers
2,267	484	60	18	24	24	T	027	4	1 035	100%	elect	Circulating rans (18")
1 134	242	60	180	7.7	24	W	130	8.1	-	100%	elect	Main room fans - exhaust
747 C#1	21	000	10	77	100	T	30	8,1	T	100%	elect	Main room fans - supply
222	47	60	18	12	18	8	45	10	П	100%	elect	Luminare fans (sealed from conditioned space)
	A contract c											
. 9	2	60	18	24	24	W	1	10	10	50%	elect	Controllers
1	0	60	18	12	18		0.3			5%	elect	Motorized rall motion
118	25	9	. 18		18	W	78	1		100%	elect	Ballast (losses)
910	194		18		18	T	600	1	1	100%	elect	lamns (MH)
		60		12	-	T	130	<u> </u>	130%	%001.	elect	Rallacte (losses)
3 369	720	409		10		T	1000	4		10000		Light
production module	kWh / cycle	(flower phase)	(leaf phase)	(flower phase)		Units	ener	production modules served	Rating	Energy type Penetration	Energy type	Table 6. Model
kWh/year per		Days/cycle	David Carelo	Hours/day	Hours/day		Input	Number of 4x4x8-foot				
Constitution of the Consti				-	J	demonstrated in the second	-	The state of the s	-	december of the second	-	The second designation of the second

Notes for Tables

- [a]. U.S. Environmental Protection Agency. "Emission Facts: Average Annual Emissions and Fuel Consumption for Passenger Cars and Light Trucks." http://www.epa.gov/oms/consumer/f00013.htm [accessed February 5, 2011]
- [b]. Energy Conversion Factors, U.S. Department of Energy, http://www.eia.doe.gov/energyexplained/index.cfm?page=about_energy_units [Accessed February 5, 2011]
- [c]. U.S. Department of Energy, "Voluntary Reporting of Greenhouse Gases Program" http://www.eia.doe.gov/oiaf/1605/ee-factors.html [Accessed February 7, 2011]. CA: Marnay, C., D. Fisher, S. Murtishaw, A. Phadke, L. Price, and J. Sathaye. 2002. "Estimating Carbon Dioxide Emissions Factors for the California Electric Power Sector." Lawrence Berkeley National Laboratory Report No. 49945. http://industrial-energy.lbl.gov/node/148
- [d]. PG&E residential tariff as of 1/1/11, Tier 5 http://www.pge.com/tariffs/ResElecCurrent.xls [Accessed February 5, 2011]. In practice a wide mix of tariffs apply, but the relative shares are not known.
- [e]. State-level residential prices, weighted by Cannabis production from [Reference 4], with actual tariffs and U.S. Energy Information Administration, "Average Retail Price of Electricity to Ultimate Customers by End-Use Sector, by State," http://www.eia.doe.gov/electricity/epm/table5_6_a.html [Accessed February 7, 2011]
- [f]. U.S. Energy Information Administration, Gasoline and Diesel Fuel Update (as of 2/14/2011) see http://www.eia.gov/oog/info/gdu/gasdiesel.asp Propane prices http://www.eia.gov/dnav/pet/pet_pri_prop_a_EPLLPA_PTA_dpgal_m.htm [Accessed April 3, 2011]
- [g]. Montgomery, M. 2010. "Plummeting Marijuana Prices Create A Panic in Calif." http://www.npr.org/templates/story/story.php?storyId=126806429
- [h]. Toonen, M., S. Ribot, and J. Thissen. 2006. "Yield of Illicit Indoor Cannabis Cultivation in the Netherlands." Journal of Forensic Science, 15(5):1050-4. http://www.ncbi.nlm.nih.gov/pubmed/17018080
- [i]. See Reference 14 for derivation.
- [j]. Total U.S. Electricity Sales: U.S. Energy Information Administration, "Retail Sales of Electricity to Ultimate Customers: Total by End-Use Sector" http://www.eia.gov/cneaf/electricity/epm/table5_1.html [Accessed March 5, 2011]
- [k]. California Energy Commission. "Energy Almanac." http://energyalmanac.ca.gov/electricity/us_per_capita_electricity.html [Accessed February 19, 2011]. See also Total California Electricity Sales: California Energy Commission. 2009. California Energy Demand: 2010-2020 -- Adopted Forecast. Report CEC-200-2009-012-CMF), December 2009 (includes self-generation).

References

1

1. This report presents a model of typical production methodologies and associated transportation energy use. Data sources include equipment manufacturer data, trade media, the open literature, and interviews with horticultural supply vendors. All assumptions used in the analysis are presented in Table 2. The resultant normalized (per-kilogram) energy intensity is driven by the target environmental conditions, production process, and equipment efficiencies. While less energy-intensive processes are possible (either with lower per-unit-area yields or more efficient equipment and controls), much more energy-intensive scenarios are also possible (e.g., rooms using 100% recirculated air with reheat, hydroponics, and loads not counted here such as well-water pumps and water purification systems). The assumptions about vehicle energy use are likely conservative, given the longer-range transportation associated with interstate distribution. Some localities (very cold and very hot climates) will see much larger shares of production indoors, and have higher space-conditioning energy demands than the typical conditions assumed here. Some authors [See Plecas, D. J. Diplock, L. Garis, B. Carlisle, P. Neal, and S. Landry. *Journal of Criminal Justice Research*, Vol. 1 No 2., p. 1-12.] suggest that the assumption of 0.75kg yield per production module per cycle is an over-estimate. Were that the case, the energy and emissions values in this report would be even higher, which is hard to conceive. Additional key uncertainties are total production and the indoor fraction of total production (see note 14), and the corresponding scaling up of relatively well-understood intensities of energy use per unit of production to state or national levels by weight of final product. Greenhouse-gas emissions estimates are in turn sensitive to the assumed mix of on- and off-grid power production technologies and fuels, as off-grid production tends to have substantially higher emissions per kilowatt-hour than grid power. Costs are a direct func

function of the aforementioned factors, combined with electricity tariffs, which vary widely across the country and among customer classes. More indepth analyses could explore the variations introduced by geography and climate, alternate technology configurations, and production techniques.

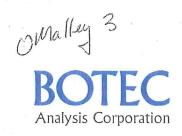
2. U.S. Department of Justice. National Drug Threat Assessment: 2010

http://www.justice.gov/ndic/pubs38/38661/marijuana.htm#Marijuana

- 3. World Drug Report: 2009. United Nations Office on Drugs and Crime, p. 97. http://www.unodc.org/unodc/en/data-and-analysis/WDR-2009.html For U.S. conditions, indoor yields per unit area are estimated as up to 15-times greater than outdoor yields.
- 4. Hudson, R. 2003. "Marijuana Availability in The United States and its Associated Territories." Federal Research Division, Library of Congress. Washington, D.C. (December). 129pp. See also Gettman, J. 2006. "Marijuana Production in the United States," 29pp. http://www.drugscience.org/Archive/bcr2/app2.html
- 5. See http://www.justice.gov/dea/programs/marijuana.htm
- Anderson, G. 2010. "Grow Houses Gobble Energy." Press Democrat, July 25.See http://www.pressdemocrat.com/article/20100725/ARTICLES/100729664
- Quinones, S. 2010. "Indoor Pot Makes Cash, but Isn't Green." SFGate, http://www.sfgate.com/cgi-bin/article.cgi?f=/c/a/2010/10/21/BAPO1FU9MS.DTL
- 8.A study by RAND appears to have severely underestimated the true energy costs. See J. P. Caulkins. 2010. "Estimated Cost of Production for Legalized Cannabis." RAND Working Paper, WR-764-RC. July. Although the study over-estimates the hours of lighting required,

it under-estimates the electrical demand and applies energy prices that fall far short of the inclining marginal-cost tariff structures applicable in many states, particularly California.

- 9. Lehman, P. and P. Johnstone. 2010. "The Climate-Killers Inside." North Coast Journal, March 11.
- Harvey, M. 2009. "California Dreaming of Full Marijuana Legalisation." The Sunday Times, (September). http://business.timesonline.co.uk/tol/business/industry/sectors/health/article6851523.ece
- 11. See Gettman, op cit., at ref 4.
- 12. See Gettman, op cit., at ref 4.
- U.S. Department of Health and Human Services, SAMHSA, 2009 National Survey on Drug Use and Health (September 2010). https://nsduhweb.rti.org/
- 14. Total Production: The only official domestic estimate of U.S. Cannabis production was 10,000 to 24,000 tonnes for the year 2001. Gettman (op cit., at ref. 4) conservatively retained the lower value for the year 2006. This 2006 base is adjusted to 2011 values using 10.9%/year net increase in number of consumers between 2007 and 2009, per U.S. Department of Health and Human Services (op cit., at ref. 12). The result is approximately 17 million tonnes of total production annually (indoor and outdoor). Indoor Share of Total Production: The three-fold changes in potency over the past two decades, reported by federal sources, are attributed at least in part to the shift towards indoor cultivation [See http://www.justice.gov/ndic/pubs37/37035/national.htm and Hudson op cit., at ref 4]. A weighted-average potency of 10% THC (U.S. Office of Drug Control Policy. 2010. "Marijuana: Know the Facts"), reconciled with assumed 7.5% potency for outdoor production and 15% for indoor production implies 33.3%::67.7% indoor::outdoor operations. A 33% indoor share, combined with per-plant yields from Table 2, would correspond to a 4% eradication success rate for the levels reported (415,000 indoor plants eradicated in 2009) by the DEA (op cit., at ref 5). Assuming 400,000 members of medical Cannabis dispensaries in California (each of which is permitted to cultivate), and 50% of these producing in the generic 10-module room assumed in this analysis, output would slightly exceed this study's estimate of total statewide production. In practice, significant indoor production is no doubt conducted outside of the medical marijuana system.
- Koomey, J., et al. 2010. "Defining A Standard Metric for Electricity Savings." Environmental Research Letters, 5, doi:10.1088/1748-9326/5/1/014017.
- 16. Overcash, Y. Li, E. Griffing, and G. Rice. 2007. "A life cycle inventory of carbon dioxide as a solvent and additive for industry and in products." Journal of Chemical Technology and Biotechnology, 82:1023–1038.
- 17. Specifically, 2% of total Provincial electricity use or 6% of residential use, as reported by BC Hydro in Garis, L. 2008. "Eliminating Residential Hazards Associated with Marijuana Grow Operations and The Regulation of Hydroponics Equipment," British Columbia's Public Safety Electrical Fire and Safety Initiative, Fire Chiefs Association of British Columbia, 108pp. See also Bellett, G. 2010. "Pot Growers Stealing \$100 million in Electricity: B.C. Hydro studies found 500 Gigawatt hours stolen each year." Alberni Valley Times. October 8. Analysis by B.C. Hydro in 2006 identified nearly 18,000 residential utility accounts in Vancouver with suspiciously high electricity use [see Garis 2008]. There were an estimated 10,000 indoor operations in B.C. in the year 2003, generating \$1.24B in wholesale revenue [See Plecas et al., op cit., at ref 1.].
- 18. See, e.g., this University of Michigan resource: http://www.hrt.msu.edu/energy/Default.htm
- 19. "Environmental Impacts of Pot Growth." 2009. *Ukiah Daily Journal*. (posted at http://www.cannabisnews.org/united-states-cannabisnews/environmental-impacts-of-pot-growth/)
- For observations from the building inspectors community, see http://www.nachi.org/marijuana-growoperations.htm
- 21. See Garis, L., op cit., at ref 17.
- 22. The City of Fort Bragg, CA, has implemented elements of this in TITLE 9 Public Peace, Safety, & Morals, Chapter 9.34. http://city.fortbragg.com/pages/searchResults.lasso?- token.editChoice=9.0.0&SearchType=MCsuperSearch&CurrentAction=viewResult#9.32.0



Environmental Risks and Opportunities in Cannabis Cultivation

Michael O'Hare, BOTEC, UC Berkeley
Peter Alstone, UC Berkeley
Daniel L. Sanchez, UC Berkeley

Final Revised Sept. 7, 2013



Table of Contents

Executive Summary	3
Introduction	4
Cannabis culture	4
Environmental consequences of cannabis production	5
Options for Environmental Protection	19
Recommendations	23
Appendix 1: Figures from Mills 2012	28
References	30

Executive Summary

The most important environmental cost of marijuana production (cultivation of cannabis) in the legal Washington market is likely to stem from energy consumption for indoor, and to a lesser extent, greenhouse, growing. Nearly all of this energy is electricity used for lighting and ventilating, and the energy bill can amount to 1/3 of production costs. While the price of electricity provides growers a market signal for efficient production, it does not reflect the climate effect of greenhouse gas released by electricity production nor other "externalities"—the value of environmental and other harms that are not included in the price of goods.

Though electricity in the Pacific Northwest is some of the lowest-GHG-intensity in the US, growing cannabis could still have a significant "carbon footprint." Marginal electricity consumption (in addition to current levels) is much more carbon-intensive than average consumption in the region, since daily peaks are usually met with natural-gas fired generation rather than less GHG-intensive "baseload" hydropower generation. Increased cannabis cultivation indoors will likely be a noticeable fraction (single-digit percentages) of the state's total electricity consumption. Indoor cultivation that concentrates lighting in off-peak electricity periods at night will have a much smaller climate effect than if lighting is provided during peak electric use times. Greenhouse production requires much less energy, and for outdoor cultivation energy is an insignificant fraction of production costs.

Other environmental effects of cannabis are also worth attention, including water use, fertilizer greenhouse-gas emissions, and chemical releases, but are typical of similar horticultural and agricultural operations and should not be primary concerns of the Liquor Control Board (LCB). Even the climate effects are much less important than some other risks (and benefits) of a legal cannabis market. They should be mitigated when that can be done without substantial sacrifice of other goals, as appears to be the case.

Policies available to the LCB to respond to environmental concerns include adjusting the excise tax on indoor-cultivated marijuana to reflect about 9c per gram worth of global warming impact, labeling low-GHG marijuana as such, encouraging efficient LED lighting development and use, allowing outdoor cultivation, making energy-efficient production a condition of licensing, and leading other state agencies in the development of better technologies and diffusion of best practices to growers. If legal cannabis production moves toward national acceptance, the importance of developing environmentally sound production practices will grow, and policies made now in Washington and Colorado, the early adopters, may shape practices in the new industry nationwide and, develop in-state capacity to meet the equipment and expertise needs of the national industry.

Introduction

This memo reviews the main environmental effects of cannabis cultivation (we do not analyze processing or distribution), emphasizing energy and climate issues with a briefer review of other considerations (water use, chemicals, etc.). We find that the predominant environmental concern in marijuana production is energy use for indoor production (less importantly for greenhouse production) and in particular the climate effects of this energy use. We then turn to the main opportunities for growers to reduce these environmental consequences, finding that the most important is substituting greenhouse and outdoor production for indoor operations, and managing indoor production for reduction of electricity use and especially electricity use during the day. We also sketch some ways the Liquor Control Board (LCB) can encourage better environmental practice in this industry.

Indoor cannabis production is very energy-intensive compared to other products on a per-pound basis, less so per unit value. However, environmental risks from cannabis production are nowhere near as salient a part of the overall policy framework for marijuana as (for example) the explosive and toxic hazards of methamphetamine, or the environmental costs of large-scale agriculture, mining, metallurgy, and other industries. Nor should legal cannabis production, licensed and inspected, generate the variety or degree of environmental damage inflicted by illegal production (Barringer 2013). Our bottom line is that environmental considerations should not be a major component of marijuana policy, but are worth explicit attention and policy design.

Cannabis culture

This section briefly discusses the main methods of cannabis production, in particular growing the plants from which marijuana and other psychoactive materials are derived.

The cannabis varieties of psychoactive interest are dioecious annuals adapted to climates in the warm-temperate to subtropical range and grown primarily for the flowers of the female plant. Cultivation requirements are determined by these properties and the plant's flowering response to a prolonged diurnal dark period.

Cannabis can be grown from seed, with male and female plants separated after germination, or from cuttings (clones). Rooting clones assures an all-female stand of plants and preserves the respective use properties of the many varieties that have been developed.

The seedlings are grown to the desired size and maturity in a *vegetative phase* and induced or allowed to flower. When unfertilized flowers reach the desired size, they are harvested for further processing. Growing can be hydroponic (in water with dissolved nutrients), in soil (usually outdoors), or in an irrigated artificial growing medium for mechanical support.

Light is provided by the sun outdoors or in a greenhouse, or with electric lighting indoors or sometimes in a greenhouse. Indoor growing requires ventilation, sometimes filtered to reduce odor, to remove heat and humidity. CO_2 may be provided to accelerate growth, usually by venting a propane or natural gas flame into the plants' enclosure

Weeds may be controlled with herbicides outdoors; pests including insects, disease, and fungus may be controlled with chemicals or mitigated with design and management of growing chambers. Cannabis can be grown organically, without chemical fertilizers or pesticides, but at higher cost and usually lower yield.

The high specific value of cannabis flowers, and the desire of illegal growers to minimize and hide the area used for cultivation, has nurtured a labor-intensive, space-concentrated practice for indoor production analogous in some ways to horticulture of orchids and other delicate and exotic plants. This practice may change significantly in a legal operating environment.

Environmental consequences of cannabis production

Energy

The most significant environmental effect of cannabis production, and the one that varies most with different production practices, is energy consumption, especially fossil energy use with climate effects from release of greenhouse gas. Indoor-grown marijuana is an energy-intensive product by weight, using on the order of 2000 kWh per pound of product (for comparison, aluminum requires only about 7 kWh per pound). However, the high unit value of marijuana (approximately \$2,000/lb. at wholesale¹) compared to aluminum (~\$0.90/lb)² means energy is a much smaller fraction of product cost: accounting for the value of the products, it takes 8,000 kWh to make \$1,000 worth of aluminum vs. 1,000 kWh for \$1,000 of marijuana. Glass is considered an energy-intensive product, but energy costs represent only about a sixth of glass-production costs, about half the energy-intensity of indoor-grown cannabis.

Total current marijuana consumption in Washington is estimated at about 160 metric tons per year; if this quantity were to be grown indoors with typical practices, marijuana cultivation would increase the state's electricity demand by about 0.8% (using 2010 as a baseline year). Mills estimates that California indoor cultivation currently uses 3% of all electricity in the state (note that California has higher electricity prices than Washington and lacks the electric-intensive industry cluster of the northwest) (Mills 2012). While precise estimates are impossible, ma-

¹The wholesale price of marijuana is highly uncertain and currently subject to significant market distortion from the illegal nature of the product. The price in a legal-market framework is likely to be lower.

² Based on Aluminum futures prices on the London Metals Exchange http://www.lme.com/metals/non-ferrous/aluminium/

rijuana cultivation will be a non-trivial though small component of Washington energy consumption: significant enough to be worth reducing where possible without offsetting losses on other dimensions of value.

Indoor growing

Growing marijuana indoors requires careful and energy-intensive replication of ideal outdoor conditions, including provision of light, fresh air ventilation, cooling (required due to the energy density of lighting and ventilation) and control of pests and fungal agents. Indoor growing allows high profits from the typically high-grade product that is produced under controlled conditions and is also perceived by many growers as more secure and stealthy. Indoor cultivation can also achieve multiple harvests per year; growing marijuana with electricity divorces the process from the constraints of seasonal growing and typical harvest cycles.

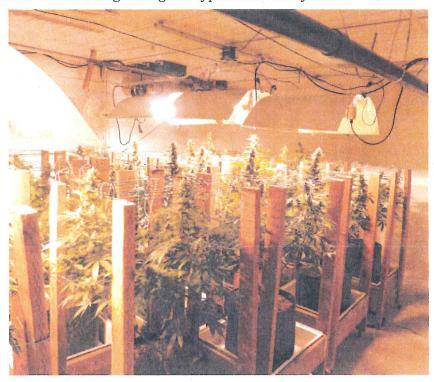


Figure 1: Indoor Cannabis culture

An extensive peer-reviewed study details the energy consumption of present day indoor production facilities. Lighting levels are elevated 500 times greater than (for example) recommended for reading, while ventilation occurs at 60 times the

Sept. 7, 2013 FINAL Page 6 of 32